COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF MORGAN COUNTY WATER) CASE NO. 2002-00200
DISTRICT)

ORDER

On June 10, 2002, Morgan County Water District (Morgan County) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Morgan County purchases water from the city of West Liberty (West Liberty), Paintsville Utilities, and the city of Campton.
- 2. West Liberty notified Morgan County that effective with its June 1, 2002 billing, its wholesale water rate would increase from \$2.25 per 1,000 gallons to \$2.95 per 1,000 gallons. Morgan County proposes to increase the water rates to its customers effective June 1, 2002.
- 3. During the 12 months ending May 31, 2002, Morgan County purchased 55,542,470 gallons of water and sold 44,281,120 gallons. The increase in the cost of purchased water is \$35,053.20, resulting in a purchased water adjustment of \$0.79 per 1,000 gallons.
- 4. The purchased water adjustment of \$0.79 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.79 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after June 1, 2002.

2. Within 20 days of the date of this Order, Morgan County shall file with the Commission revised tariff sheets showing the rates approved herein.

3. Within 20 days from the date of this Order, Morgan County shall file with the Commission a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 10th day of July, 2002.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2002-00200 DATED JULY 10, 2002

The following rates and charges are prescribed for the customers in the area served by Morgan County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

5/8 X 3/4" Meter

\$20.53 Minimum Bill
7.59 per 1,000 gallons
6.99 per 1,000 gallons
6.39 per 1,000 gallons
5.79 per 1,000 gallons

1 Meter

First 5,000 gallons	\$43.30 Minimum Bill
Next 5,000 gallons	6.99 per 1,000 gallons
Next 5,000 gallons	6.39 per 1,000 gallons
Over 15,000 gallons	5.79 per 1,000 gallons

2 Meter

First 15,000 gallons	\$110.20 Minimum Bill
Over 15,000 gallons	5.79 per 1,000 gallons